FISCAL NOTE

HB 1192 - SB 1502

February 23, 2007

SUMMARY OF BILL: Requires a TennCare Managed Care Organization (MCO) to reimburse a physician who has been credentialed and employed by a federally qualified health center for services from the date the physician's application is submitted for credentialing to the MCO.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures – Exceeds \$36,300

Other Fiscal Impact - Increase Federal Expenditures - Exceeds \$63,700

Assumptions:

- TennCare Managed Care Organizations (MCOs) would be required to pay providers at higher rates before approval as a member of the network which will result in an increase in state and federal expenditures which is estimated to exceed \$100,000.
- The increase in state funds is estimated to exceed \$36,305 at a match rate of 36.305% and the federal funds are estimated to exceed \$63,695 with a federal match rate of 63.695%.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

James W. White, Executive Director